

UNITED STATES DEPARTMENT OF AGRICULTURE
Farm Service Agency
100 USDA, Suite 102
Stillwater, OK 74074

For: County Offices

**FY2003 County Operations Review Program (CORP) Final Report
Price Support Programs**

Approved by: State Executive Director:



1 Overview

A Background

The National Office recently issued the FY2003 County Operations Review Program (CORP) Final Report. Although the report reflects findings nationwide, many of these findings have been noted in the Oklahoma CORP.

B Purpose

This notice provides a list of the CORP findings for the following Price Support programs:

- Farm Storage Facility Loans
- Commodity Loans
- LDP Operations
- Milk Income Loss Contract Program.

2 County Office Action

A CORP Findings

Exhibit 1 contains a description of the CORP finds for the Price Support programs. County Executive Directors and Price Support Program Technicians shall review Exhibit 1 in conjunction with the County's Price Support programs. Utilize Exhibit 1 to identify any deficiencies that need correcting with respect to the various programs.

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Disposal Date:

1-1-05

Distribution:

County Offices

Farm Storage Facility Loan Program:	
Final Cost document is not date-stamped when received.	1-FSFL, Subpar. 121 C
No documentation is on file that confirms a loan closing date with the applicant.	1-FSFL, Subpar. 115 A, Step 8
Acceptable cost document is not signed by the seller or provider of services.	1-FSFL, Subpar. 121 A
CCC-191 is not obtained from the contractor for the release of the lien.	1-FSFL, Subpar. 121 E
Proof of payment of real estate taxes is not obtained annually.	1-FSFL, Subpar. 151 A
Acceptable cost document to determine cost of structure is not obtained.	1-FSFL, Subpar. 121 B
Proof of current real estate taxes is not obtained before finalizing loan.	1-FSFL, Subpar. 115 A, Step 6
Result of final inspection is not documented on CCC-295A.	1-FSFL, Subpar. 122 A
Annual collateral check has not been performed.	1-FSFL, Subpar. 152 A
Copy of CCC-295A is not on file to document the result of the final inspection.	1-FSFL, Subpar. 122 A
Demand letter is not sent to the contact borrower and all co-borrowers on the day after the due date describing actions that may be taken against the debtor if the installment is not paid within 30 calendar days of the date of the letter.	1-FSFL, Subpar. 150 D
Loan number is not entered on CCC-295A.	1-FSFL, Form CCC-295A, Item 2
CCC-295B does not indicate whether the UCC financing statement is current.	1-FSFL, Form CCC-295B, Item 9
Final lien search on the collateral is not completed on the closing date.	1-FSFL, Subpar. 115 A, Step 11
LDP Operations:	
CCC-633 LDP is not date-stamped.	8-LP (Rev. 1) Subpar. 303 A
Production evidence is not date-stamped when received.	8-LP (Rev. 1) Subpar. 535 L
LDP is approved by FSA employee without redelegated authority.	8-LP (Rev. 1) Subpar. 3 B
LDP exceeding 110 percent of COC-established yield is made without the producer going through the appeal process.	8-LP (Rev. 1) Subpar. 132 G
LDP number is not entered on CCC-633 LDP.	8-LP (Rev. 1) Subpar. 307 B, Item 9

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Exhibit 1

Milk Income Loss Contract Program:	
County Office representative's signature is not entered on CCC-580 Addendum-1.	Notice LD-530, Subpar. 2 E, Item 8A
Supporting documentation is not date-stamped.	Notice LD-524, Subpar. 8 C
Signature on MILC accepted without signature authority on file.	1-CM (Rev. 3) Subpar. 707 A
Payment amount (2002) is not entered on CCC-580.	Notice LD-524, Exh. 1, Par. A, Item 17D
Payment rate (2002) is not entered on CCC-580.	Notice LD-524, Ex. 1, Par. A, Item 17C
Production in hundredweight (2002) is not entered on CCC-580.	Notice LD-524, Ex. 1, Par. A, Item 17B
Farm number of dairy operation is not entered on CCC-580.	Notice LD-524, Ex. 1, Par. A, Item 1B
MILC producer does not have an AD-1026 on file.	Notice LD-524, Subpar. 4 C
A register listing all MILC payments issued using code "02URGENT" is not maintained.	Notice PS-455, Subpar. 1 F
A screen print of the screen "PMD10000" not filed with CCC-580.	Notice PS-438, Subpar. 3 A
A screen print of the screen "PMD10100" not filed with CCC-580.	Notice PS-438, Subpar. 3 B
Commodity Loans:	
CCC-677-1 does not indicate producer verified measurements.	8-LP (Rev. 1) Ex. 7, Par. C, Item 31
Date the financing statement is filed is not entered on CCC-677-1.	8-LP (Rev. 1) Ex. 7, Par. C, Item 40
CCC representative's signature on CCC-677-1 is not dated.	8-LP (Rev. 1) Ex. 7, Par. C, Item 41
Date the lien search is completed is not entered on CCC-677-1.	8-LP (Rev. 1) Ex. 7, Par. C, Item 39
Date the financing statement is filed is not entered on CCC-666.	8-LP (Rev. 1) Supar. 426 A, Item 21
CCC-666 does not indicate whether there is a lien holder.	8-LP (Rev. 1) Supar. 426 A, Item 8